



Maryland Higher Education Commission

Presentation to the House Appropriations Subcommittee
on Education and Economic Development

March 2, 2005

MARYLAND HIGHER EDUCATION COMMISSION
839 Bestgate Rd. • Suite 400 • Annapolis, MD 21401-3013

Maryland Higher Education Commission

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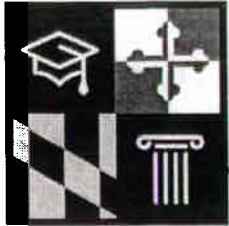


Maryland Higher Education Commission



Unique Role of the Commission

- Coordinate Maryland's postsecondary education system; provide statewide planning, leadership, vision, balance, and advocacy.
- Develop and implement Statewide policies and priorities and represent the best interests of the citizens of the State.
- Serves as a key Statewide resource for the Administration, Legislature, higher education, K-12, business community, and other constituents.
- Provide objective information and analysis and identify critical policy issues for postsecondary education.



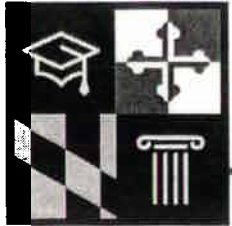
Responsibilities of the Maryland Higher Education Commission

- Approve institutions to operate in the State; approve mission statements and academic programs; regulate private career schools.
- Recommend operating and capital funding levels and statewide funding policies for higher education.
- Administer State grant programs for community colleges and independent institutions; the community colleges capital grant program; and higher education grants.
- Administer State student financial assistance programs; provide outreach information and activities.
- Conduct research and data analysis; monitor and report on accountability and Managing for Results.
- Coordinate the State's Partnership Agreement with the Office for Civil Rights.



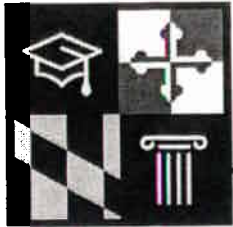
Services Provided by the Maryland Higher Education Commission

- Manage over \$90 million in financial aid programs.
- Collect statewide data and provide research and analysis on postsecondary education.
- Provide consumer protection through institutional review, program review, and ensuring that all post-secondary institutions meet Maryland requirements.
- Coordinate and monitor the State's partnership agreement with the Office for Civil Rights.
- Certify institutional and program eligibility for veterans benefits.



Services Provided by the Maryland Higher Education Commission (Continued)

- Responsible for administering federal grants.
- Provide planning and coordination for postsecondary education in the State and bridge the gap between higher education and:
 - The K-12 Community
 - The Business Community
 - The community colleges and the four-year institutions.
- Protect the interest of the public and work with 195 post-secondary educational institutions in Maryland.
 - 16 Public Community Colleges
 - 13 Public Four-Year Colleges and Universities
 - 2 Public Research Institutes
 - 27 Independent Colleges and Universities
 - 131 Private Career Schools
 - 6 Regional Higher Education Centers

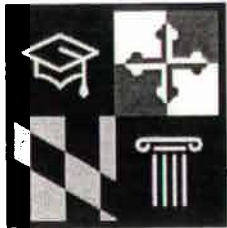


Maryland Higher Education Commission FY 2006 General Fund: \$346.7 Million

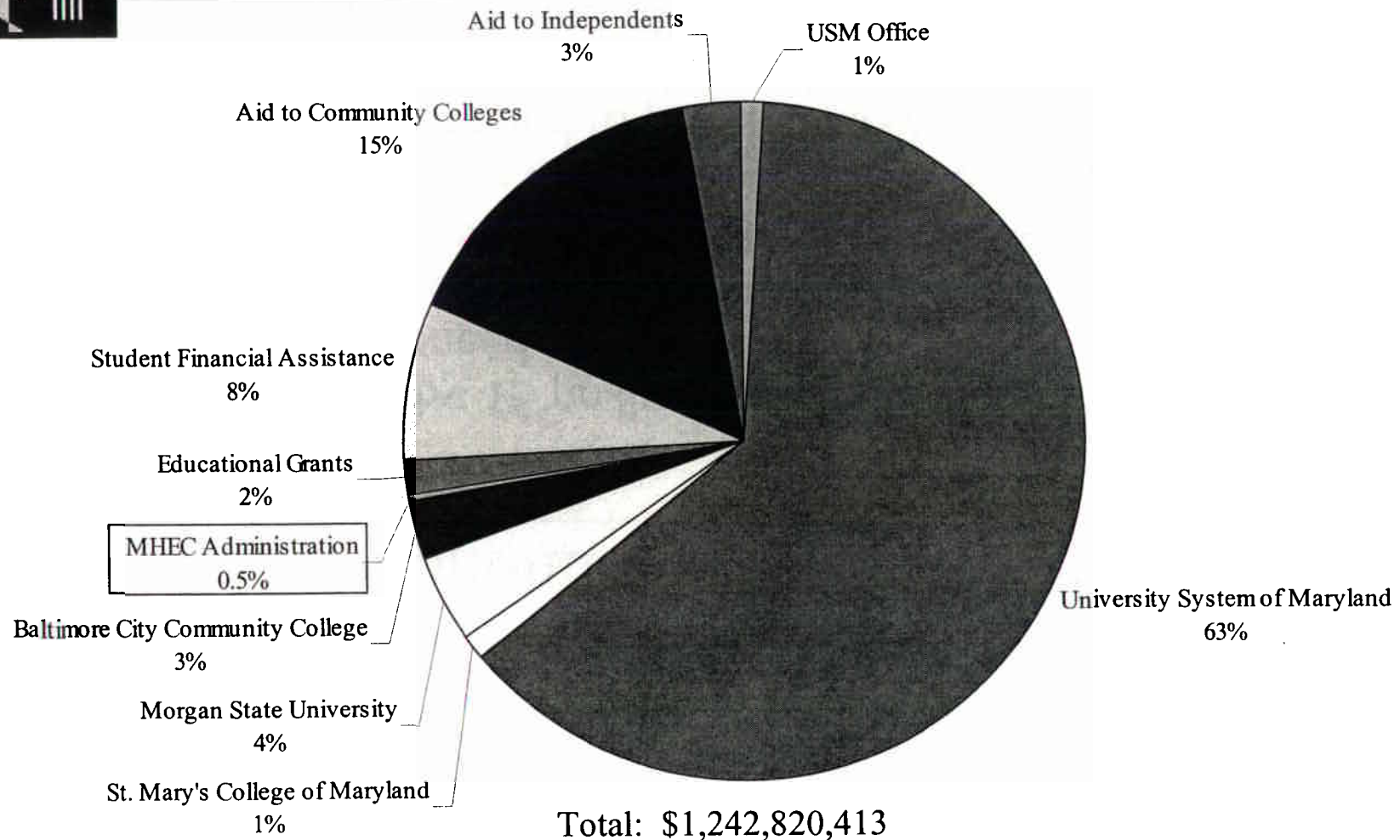
- General Administration: \$5.9 million
- Financial Aid: \$93.5 million
- Educational Grants: \$19.4 million
- Aid to Community Colleges: \$191.7 million*
- Seller Program: \$36.2 million**

* Includes retirement/fringe benefits.

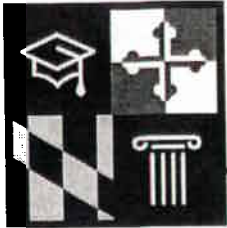
** Allowance contingent on the Budget Reconciliation Act (BRA).



Governor's Allowance for Higher Education: FY 2006¹

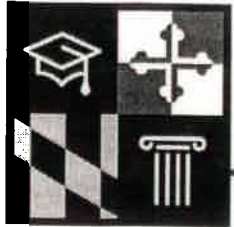


¹ FY 2006 Allowance after the Budget Reconciliation Act of 2005



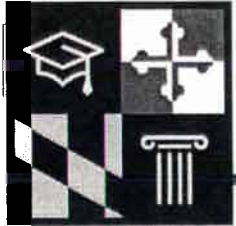
MHEC Continues to Operate Efficiently

- Reduced staff by 15 positions or 18% since FY 2002 while agency experienced an increase in workload. Internal duties and responsibilities were reorganized to ensure essential services and functions continue to be met.
- Revamped website and enhanced its use to reduce printing and mailing costs and to provide easy access to Statewide reports, meeting dates and agendas, applications, college outreach materials, and other information for constituents.
- Reduced printing & postage costs by providing email notification of grant opportunities and posting competitive grant RFPs on website.
- Streamlined operations in Office of Student Financial Assistance.



Maryland's Agreement with the Office for Civil Rights (OCR)

- Since FY 2002, enhancements of Historically Black Institutions totaled \$56.1 million.
- The Governor's FY 2006 allowance includes:
 - \$6 million in enhancement funds.
 - \$183,000 for PDIP matching funds.
 - \$6 million for the Access and Success program.

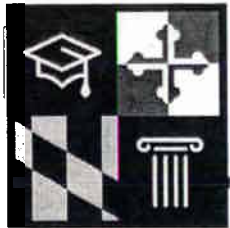


Highlights

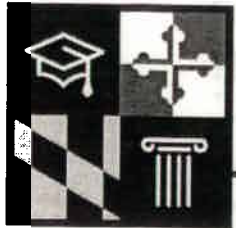


Highlights

- Completed the 2004 State Plan for Postsecondary Education; an implementation plan is being drafted.
- Implementation of unit record financial aid information system for all public institutions.
- Completed JCR Report on regional higher education centers; revision of MEHC guidelines for centers is underway.
- Continue to support the implementation of the Agreement with the Office of Civil Rights.
- Completed comprehensive review of health workforce needs of the State.
- Implementing the K-16 Action Plans and the redesign of teacher education through the K-16 Leadership Council.
- Developed AAT programs for early childhood education, elementary education, and secondary education.

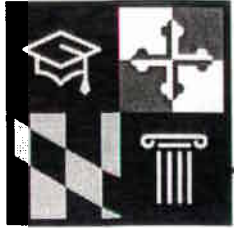


Plans For the Coming Year



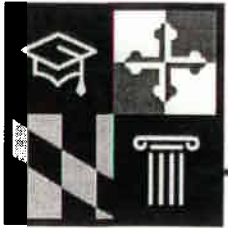
Plans For the Coming Year

- Begin implementation of the 2004 State Plan, including
 - Develop an educational model for higher education;
 - Update space guidelines to more accurately determine capacity of institutions and target needed capital development to meet projected enrollment growth;
 - Develop a 10-year growth plan for higher education that guarantees access in the most cost-effective manner;
 - Develop policy on regional higher education centers to ensure centers address underserved populations and regional needs;
 - Expand workforce studies to determine current and emerging workforce needs of the State, and
 - Conduct study and develop recommendations on reducing the average time-to-degree



Plans for the Coming Year - Continued

- Review and approval of institutional mission statements
- Evaluate efforts to meet terms of OCR Agreement and submit final report
- Analyze data from new student financial aid information system to determine effectiveness of current programs and guide future policy.
- Continue implementation of the K-16 Action Plans, including an update of the teacher education capacity study update and a study of college course offerings for high school seniors.
- Develop AAT programs for middle school education, and special education.



Higher Education Charts and Graphs

Maryland Higher Education Commission Overview

- Maryland Higher Education Commission: FY 2000 – FY 2006
- Joseph A. Sellinger Program of Aid to Non-Public Institutions: FY 2003 – FY 2006
- Maryland Higher Education Commission Educational Grants: FY 2003 – FY 2006
- General Fund Appropriations and OCR Enhancements Funds: FY 2002 – FY 2006

Maryland Higher Education General Fund History: FY 2000 - FY 2006

Institutions	FY 2000 Actual	FY 2001 Actual	FY 2002 Actual	FY 2003 Actual	FY 2004 Actual	FY 2005 Appropriation ¹	FY 2006 Allowance After BRA	FY 2005-2006 % Change
Bowie State University	\$ 18,603,684	\$ 21,310,546	\$ 22,724,961	\$ 21,885,449	\$ 20,712,299	\$ 21,006,128	\$ 21,935,497	4.4%
Coppin State University	16,038,322	18,623,000	20,513,150	19,755,345	18,693,564	19,068,318	20,503,761	7.5%
Frostburg State University	24,305,394	26,568,603	28,659,702	26,302,434	24,408,849	24,838,529	26,026,937	4.8%
Salisbury University	24,476,838	28,100,148	29,499,698	27,324,561	25,442,364	25,995,091	27,077,087	4.2%
Towson University	58,797,522	64,180,595	68,062,130	62,464,002	57,824,041	58,945,915	61,971,386	5.1%
University of Baltimore	21,665,593	23,475,571	24,473,622	22,507,996	20,904,051	21,297,219	22,258,639	4.5%
UM, Baltimore	127,343,940	139,483,705	153,139,494	141,678,389	132,174,751	133,497,622	143,512,360	7.5%
UM Baltimore County	59,360,163	66,473,513	75,817,613	70,168,162	65,417,441	66,376,510	69,264,084	4.4%
UM Biotechnology Institute	15,536,332	16,244,159	16,468,109	15,518,305	14,896,855	15,028,511	17,172,633	14.3%
UM Center for Env. Science	11,693,268	12,777,374	13,478,721	13,165,523	13,018,726	13,151,931	13,893,482	5.6%
UM, College Park	301,984,133	333,110,408	359,338,977	330,499,300	306,130,518	310,281,793	323,155,478	4.1%
UM Eastern Shore	20,487,790	22,474,219	23,564,429	22,693,902	21,432,854	21,829,549	22,947,443	5.1%
UM University College	9,362,937	13,512,375	16,928,490	15,552,233	14,469,494	14,633,278	14,963,182	2.3%
USM Office	10,312,667	11,958,142	12,096,139	11,361,600	10,681,242	11,747,293	13,566,465	15.5%
USM Total	\$ 719,968,583	\$ 798,292,358	\$ 864,765,235	\$ 800,877,201	\$ 746,207,049	\$ 757,697,687	\$ 798,248,434	5.4%
St. Mary's College of Maryland	\$ 12,664,202	\$ 13,474,825	\$ 14,721,919	\$ 13,853,271	\$ 13,682,871	\$ 13,977,883	\$ 14,592,910	4.4%
Morgan State University	43,458,880	47,911,951	52,034,605	51,088,274	48,187,846	48,859,634	51,320,697	5.0%
Baltimore City Community College	23,036,036	26,457,291	29,740,323	29,903,818	29,460,360	30,425,029	32,000,271	5.2%
Public Total	\$ 799,127,701	\$ 886,136,425	\$ 961,262,082	\$ 895,722,564	\$ 837,538,126	\$ 850,960,233	\$ 896,162,312	5.3%
Maryland Higher Education Commission								
Administration	\$ 5,127,764	\$ 5,618,370	\$ 6,706,465	\$ 6,543,141	\$ 6,066,913	\$ 6,130,332	\$ 5,903,416	-3.7%
Grants	6,218,473	9,902,500	10,530,425	11,631,500	16,313,738	16,097,354	19,401,538	20.5%
Student Financial Assistance	54,371,750	68,386,436	79,781,536	77,734,859	73,699,920	82,958,096	93,455,611	12.7%
Aid to Community Colleges	141,420,067	162,960,349	178,628,466	182,607,159	174,938,738	184,047,114	191,661,872	4.1%
Aid to Independents	36,568,711	41,614,917	45,973,832	42,598,822	31,475,395	35,514,076	36,235,664	2.0%
MHEC Total	\$ 243,706,765	\$ 288,482,572	\$ 321,620,724	\$ 321,115,481	\$ 302,494,704	\$ 324,746,972	\$ 346,658,101	6.7%
Higher Education Total	\$ 1,042,834,466	\$ 1,174,618,997	\$ 1,282,882,806	\$ 1,216,838,045	\$ 1,140,032,830	\$ 1,175,707,205	\$ 1,242,820,413	6.7%

Notes:

1) Includes appropriations for COLA.

Sources: Maryland State FY 2006 Operating Budget Books; HB 148/SB 153 - Budget Reconciliation Act of 2005; Department of Budget and Management; Maryland Higher Education Commission.

Joseph A. Sellinger Program of Aid to Non-Public Institutions: FY 2004 to FY 2006

Eligible Institutions	FY 2004		FY 2005		FY 2006			
	Fall 02 FTES	Actual	Fall 03 FTES	Appropriation	Fall 04 FTES	Allowance Before BRA	Allowance After BRA	Difference
Baltimore Hebrew University	103.00	\$ 93,130	87.40	\$ 83,369	62.93	\$ 76,712	\$ 59,997	\$ (16,714)
Baltimore International College	478.47	432,618	546.60	521,387	552.73	673,778	526,973	(146,805)
Capitol College	470.47	425,385	386.13	368,319	404.60	493,207	385,746	(107,462)
College of Notre Dame	1,411.80	1,222,256	1,383.33	1,319,522	1,437.53	1,752,349	1,370,541	(381,808)
Columbia Union College	837.73	725,260	847.60	808,503	830.13	1,011,928	791,446	(220,483)
National Labor College	680.73	589,338	592.20	564,884	511.60	623,640	487,759	(135,881)
Goucher College	1,569.33	1,358,637	1,652.57	1,576,343	1,680.30	2,048,286	1,601,998	(446,288)
Hood College	961.90	869,721	1,023.40	976,194	1,173.90	1,430,984	1,119,196	(311,788)
Johns Hopkins University	14,548.87	12,595,583	15,258.53	14,554,712	15,636.67	19,061,101	14,908,001	(4,153,100)
Loyola College	4,536.98	3,927,859	4,472.83	4,266,515	4,588.52	5,593,406	4,374,695	(1,218,711)
Maryland Institute College of Art	1,482.00	1,283,031	1,569.10	1,496,723	1,686.83	2,056,246	1,608,224	(448,022)
McDaniel College	2,358.80	2,042,115	2,332.57	2,224,977	2,271.87	2,769,410	2,166,001	(603,409)
Mount St. Mary's College	1,537.53	1,331,106	1,544.13	1,472,905	1,626.67	1,982,911	1,550,867	(432,044)
St. John's College	620.27	536,995	636.20	606,855	635.27	774,394	605,666	(168,728)
Sojourner-Douglass College	1,062.00	960,229	1,055.73	1,007,033	990.60	1,207,541	944,438	(263,103)
Villa Julie College	2,158.63	1,868,819	2,334.03	2,226,370	2,433.70	2,966,680	2,320,290	(646,391)
Washington College	1,401.47	1,213,313	1,509.07	1,439,462	1,482.93	1,807,692	1,413,825	(393,866)
Total	36,219.98	\$ 31,475,195	37,231.42	\$ 35,514,076	38,006.78	\$ 46,330,265	\$ 36,235,664	\$ (10,094,601)
Grant per FTE		\$ 869.01		\$ 953.87		\$ 1,219.00	\$ 953.40	\$ (265.60)

Note: The National Labor College was renamed in 2004.

Sources: Maryland State FY 2006 Operating Budget Books; HB 148/SB 153 - Budget Reconciliation Act of 2005; Department of Budget and Management; Maryland Higher Education Commission.

Maryland Higher Education Commission Educational Grants: FY 2004 - FY 2006

Program	FY 2004 Actual	FY 2005 Appropriation	FY 2006 Allowance
Early Intervention/College Preparation Grants	\$ 654,909	\$ 2,100,400	\$ 750,000
Improving Teacher Quality	999,863	1,028,014	1,034,823
Henry C. Welcome Grants	200,000	200,000	200,000
Diversity Grants	180,000	180,000	180,000
Access and Success Grants	6,000,000	6,000,000	6,000,000
OCR Enhancement Fund	5,500,000	6,000,000	6,000,000
Doctoral Scholars Program	60,000	60,000	60,000
Washington Center for Internships & Academic Seminars	76,000	76,000	76,000
Interstate Educational Compacts in Optometry	248,250	165,500	165,500
Regional Higher Education Centers	92,000	92,000	-
Coppin State College/HBCU Best Practices Study	-	500,000	-
Baltimore City Community College Surge Space	175,000	175,000	175,000
UMBI, Maryland - Israeli Partnership	-	250,000	250,000
Institute for Museum, Preservation, and Archaeology Research & Training	-	100,000	-
UMB - Wellmobile	-	295,500	295,500
Aging Studies at UMB	-	-	2,500,000
Physician Assistant and Nurse Practitioner Training Program	-	73,538	73,538
Private Donation Incentive Program	3,097,950	1,179,816	2,676,000
Health Personnel Shortage Incentive Grant Program	406,872	500,000	500,000
Total	\$ 17,690,844	\$ 18,975,768	\$ 20,936,361
 General Funds	 \$ 16,322,950	 \$ 16,097,354	 \$ 19,401,538
Special Funds	406,872	500,000	500,000
Federal Funds	961,022	2,378,414	1,034,823
Reimbursable Funds	-	-	-
Total	\$ 17,690,844	\$ 18,975,768	\$ 20,936,361

Sources: Maryland State FY 2006 Operating Budget Books; HB 148/SB 153 - Budget Reconciliation Act of 2005; Department of Budget and Management; Maryland Higher Education Commission.

Maryland's Four-Year Public Colleges and Universities
General Fund Appropriations and OCR Enhancement Funds: FY 2002- FY 2006

FY 2002-2006								
Enhancement Funding								
Institution	State Appropriation	OCR Enhancement Funds	Access and Success	PDIP Funds	Other ¹	Information Technology Investment Funds	Total Enhancement	Total State Approp. with Enhancement
Historically Black Institutions								
Bowie State University	\$ 108,264,334	\$ 4,119,152	\$ 7,125,000	\$ 439,059	\$ 350,000	\$ 400,000	\$ 12,433,211	\$ 120,697,545
Coppin State University	98,534,138	7,563,382	7,125,000	1,293,828	698,475	400,000	17,080,685	115,614,823
UM Eastern Shore	112,468,177	3,710,282	7,125,000	755,629	-	400,000	11,990,911	124,459,088
Morgan State University	251,490,786	5,107,184	7,125,000	1,920,598	-	400,000	14,552,782	266,043,568
HBI Total	\$ 570,757,435	\$ 20,500,000	\$ 28,500,000	\$ 4,409,114	\$ 1,048,475	\$ 1,600,000	\$ 56,057,589	\$ 626,815,024
Other Maryland Institutions								
Frostburg State University	\$ 130,236,451	\$ -	\$ -	\$ 200,211	\$ -	\$ -	\$ 200,211	\$ 130,436,662
Salisbury University	135,338,801	-	-	167,472	-	-	167,472	135,506,273
Towson University	309,267,474	-	-	167,961	-	-	167,961	309,435,435
University of Baltimore	111,441,527	-	-	159,311	-	-	159,311	111,600,838
UM Baltimore	704,002,616	-	-	523,473	-	-	523,473	704,526,089
UM Baltimore County	347,043,810	-	-	286,915	-	-	286,915	347,330,725
UM Biotechnology Institute	79,084,413	-	-	-	-	-	-	79,084,413
UM Ctr. for Env. Science	66,708,383	-	-	-	-	-	-	66,708,383
UM College Park	1,629,406,066	-	-	806,332	-	-	806,332	1,630,212,398
UM University College	76,546,677	-	-	184,287	-	-	184,287	76,730,964
St. Mary's College of Maryland	70,828,854	-	-	181,014	-	-	181,014	71,009,868
Other Institutions Total	\$ 3,659,905,072	\$ -	\$ -	\$ 2,676,976	\$ -	\$ -	\$ 2,676,976	\$ 3,662,582,048
Total	\$ 4,230,662,507	\$ 20,500,000	\$ 28,500,000	\$ 7,086,090	\$ 1,048,475	\$ 1,600,000	\$ 58,734,565	\$ 4,289,397,072

Source: Maryland Department of Budget and Management, State Operating Budget

¹ FY 2002 Master Plan Development for Bowie and FY 2002 Information Technology and FY 2005 Revitalization Actions for Coppin.

